

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6486

BILL NUMBER: HB 1416

NOTE PREPARED: Dec 13, 2008

BILL AMENDED:

SUBJECT: Notice of Driver's License Expiration Date.

FIRST AUTHOR: Rep. Pierce

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill provides that if the holder of a driver's license or learner's permit has not renewed the driver's license or learner's permit, the Bureau of Motor Vehicles (BMV) shall provide notice of the expiration date of the driver's license or learner's permit to the holder of the driver's license or learner's permit during a specific period.

Effective Date: July 1, 2009.

Explanation of State Expenditures: For the BMV, there will be a minimum cost of 42 cents per letter for the first-class postage, along with any other quantifiable costs associated with the production of the letter. The BMV has averaged approximately 1,000,000 expired licenses over the past two calendar years. Below is an estimate of the expenditures of notifying drivers of the pending expiration of driver's licenses and permits at various levels of required notifications.

% Notified	Number	Est. Cost
10%	102,069	\$42,869
25%	255,173	\$107,173
50%	510,346	\$214,345
75%	765,519	\$321,518
100%	1,020,692	\$428,691

Background Information: The BMV has created myBMV. MyBMV is an enhanced, secure online service of the BMV, designed to be a virtual license branch for customers. One of the services provided is an email reminder for driver's license or registration expiration dates.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV.

Local Agencies Affected:

Information Sources: BMV driver's license data for CY 2006 and CY 2007; current postage costs; MyBMV.

Fiscal Analyst: James Sperlik, 317-232-9866.